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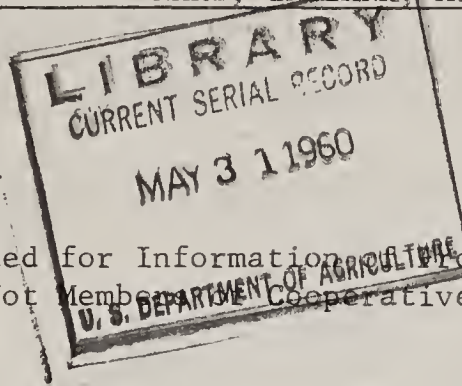
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Reserve

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Federal Order No. 67
U. S. Department of Agriculture
Agricultural Marketing Service
Telephone ATLantic 8-2571



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South Bend 24, Indiana

Issued for Information Producers
Who Are Not Members of U. S. DEPARTMENT OF AGRICULTURE
Cooperative Associations

Vol. IV, No. 5

May 1960

APRIL BASE PRICE \$3.83

Dairy farmers will receive a base price of \$3.83 for April 1960 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The base price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 9 cents less than the base price of April 1959.

APRIL EXCESS PRICE \$3.03

April 1960 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order will be paid for at the rate of \$3.03 per hundredweight for 3.5 percent milk and adjusted by the same differential of 7 cents as is used for base milk. These minimum prices are subject to a 3 cent per hundredweight marketing service deduction, together with the authorized hauling charge. For comparative purposes, a uniform price of \$3.72 per hundredweight was computed, which is 6 cents less than the March 1960 uniform price and 6 cents less than the computed uniform price of April 1959.

PRODUCER RECEIPTS

Producer receipts on a daily basis are the same as in March and 1.62 percent higher than a year ago. Daily herd production has increased 68 pounds per producer, but with the decrease of about 120 producers in the past year, our daily production for the whole market stays about the same.

CLASS I SALES

Class I sales are about 3 percent less than March 1960 and about 4 percent less than a year ago. This should be a fairly accurate comparison, because we have the same pool handlers in the market that we had last April. It can be noted from the utilization table, that all items with the exception of skim milk and sour cream have decreased since a year ago. We do not think the consumption has decreased, but believe the decrease is due to less Class I sales outside the marketing area that was formerly pooled under this order.

CLASS I PRICE

The Class I price for the May 1960 delivery period will be \$3.91 per hundredweight for 3.5 percent milk. This price was computed by adding \$0.90 per hundredweight to the average price of the 12 condenseries in April (\$3.03) and subtracting the supply-demand adjustment of 2 cents. The supply-demand adjustment for the June 1960 delivery period will be a plus 2 cents. This is derived from dividing the March and April Class I sales by the March and April producer receipts and comparing this percentage (74%) with the percentage stated in the Order of 73%. The difference multiplied by 2 gives the supply-demand adjustment.

ORDER NO. 67 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk
Average Prices For the Years 1953-1957 And by Months From 1958 To Date

	<u>CLASS I</u>			<u>CLASS II</u>		<u>CLASS III</u>	<u>UNIFORM PRICES</u>	
Year and Month	<u>Differ- ential</u>	<u>Supply Demand</u>	<u>Milk Price</u>	<u>Differ- ential</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>Milk Price</u>	B. F. <u>Differ- ential</u>
1953	\$ 1.10	\$- .105	\$4.370	\$ --	\$ --	\$3.141	\$4.107	\$.079
1954	1.10	- .243	3.930	--	--	2.874	3.636	.072
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
1958								
Jan.	\$ 1.10	\$- .18	\$4.066	\$.70	\$3.846	\$3.133	\$3.920	\$.071
Feb.	1.10	- .18	4.053	.70	3.833	3.110	3.880	.071
Mar.	.90	- .18	3.830	.45	3.560	3.082	3.620	.071
Apr.	.90	- .18	3.802	.45	3.532	2.956	3.570*	.069
May	.90	- .18	3.676	.45	3.406	2.896	3.340*	.069
June	.90	- .18	3.616	.45	3.346	2.890	3.290*	.069
July	.90	- .18	3.610	.45	3.340	2.921	3.400*	.069
Aug.	1.30	- .24	3.980	.70	3.620	2.960	3.810	.070
Sept.	1.30	- .24	4.020	.70	3.660	3.000	3.910	.072
Oct.	1.30	- .02	4.280	.70	3.700	3.040	4.140	.070
Nov.	1.30	+ .16	4.500	.70	3.740	3.050	4.290	.070
Dec.	1.10	+ .18	4.330	.70	3.750	3.070	4.150	.072
Av.	\$ 1.08	\$- .118	\$3.980	\$.60	\$3.611	\$3.009	\$3.777	\$.070
1959								
Jan.	\$ 1.10	\$+ .06	\$4.23	\$.70	\$3.770	\$3.060	\$4.060	\$.069
Feb.	1.10	+ .06	4.22	.70	3.760	3.060	4.020	.069
Mar.	.90	+ .08	4.04	.45	3.510	3.010	3.830	.069
Apr.	.90	+ .08	3.99	.45	3.460	2.950	3.780*	.069
May	.90	+ .04	3.89	.45	3.400	2.920	3.590*	.069
June	.90	+ .06	3.88	.45	3.370	2.910	3.620*	.070
July	1.10	+ .04	4.05	.45	3.360	2.930	3.860*	.070
Aug.	1.30	+ .02	4.25	.70	3.630	2.960	4.030	.072
Sept.	1.30	+ .08	4.34	.70	3.660	3.020	4.170	.075
Oct.	1.30	+ .12	4.45	.70	3.730	3.100	4.230	.075
Nov.	1.30	+ .14	4.54	.70	3.800	3.150	4.270	.077
Dec.	1.10	+ .12	4.37	.70	3.850	3.150	4.130	.074
Av.	\$ 1.10	\$+ .075	\$4.188	\$.60	\$3.608	\$3.018	\$3.966	\$.072
1960								
Jan.	\$ 1.10	\$- .04	\$4.21	\$.70	\$3.850	\$3.13	\$3.960	\$.070
Feb.	1.10	- .06	4.17	.70	3.830	3.12	3.950	.070
Mar.	.90	- .06	3.96	.45	3.570	3.09	3.780	.070
Apr.	.90	- .06	3.93	.45	3.540	3.03	3.720*	.070
May	.90	- .02	3.91	.45	3.480			

* The price shown here is the weighted average of the base price and the excess price.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. IV, No 5

May 1960

UTILIZATION AND CLASSIFICATION OF MILK

CLASS I	April 1960		April 1959	
	Reported Data		Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
Milk	14,151,201	501,730	14,428,675	517,251
Skim Milk	190,659	416	123,897	326
Fortified Skim Milk	915,354	18,985	1,338,855	26,879
Buttermilk	146,127	1,369	163,858	1,476
Flavored Milk & Drink	528,447	16,303	545,448	16,805
Cereal Mixture	251,376	30,999	300,888	37,037
Coffee Cream	21,711	4,362	28,343	5,695
Whipping Cream	35,295	13,197	38,685	14,253
Sour Cream	20,958	4,217	12,775	2,509
Total Class I Utilization	16,261,128	591,578	16,981,424	622,231
Add: Class I Shrinkage	63,171	11,120	80,651	9,547
Subtract: Other Source Receipts	--	--	639	639
Subtract: Overage	2,691	--	--	--
Net Class I	16,321,608	602,698	17,061,436	631,139
<u>CLASS II</u>				
Used to Produce Cottage Cheese	1,491,301	17,826	1,192,927	12,829
Subtract: Other Source Receipts	--	--	90	90
Subtract: Overage	--	--	--	--
Net Class II	1,491,301	17,826	1,192,837	12,739
<u>CLASS III</u>				
Class III Products	4,631,322	251,013	3,646,525	192,891
Inventory Variation	(192,096)	(9,631)	88,127	189
Total Class III Utilization	4,439,226	241,382	3,734,652	193,080
Add: Class III Shrinkage	262,710	14,575	185,774	14,402
Subtract: Other Source Receipts	81,786	5,987	128,097	6,957
Subtract: Overage	34,902	--	5,849	67
Net Class III	4,585,248	249,970	3,786,480	200,458
<u>TOTAL PRODUCER RECEIPTS</u>	<u>22,398,157</u>	<u>870,494</u>	<u>22,040,753</u>	<u>844,336</u>

MISCELLANEOUS INFORMATION

	April 1960	March 1960	April 1959
Average Daily Production	746,605#	746,548#	734,692#
April 1960 Prod. Compared With -	--	+ 0.01%	+ 1.62%
Class I Daily Average	542,038#	558,024#	566,047#
April 1960 Sales Compared With -	--	- 2.86%	- 4.24%
Number of Producers	1,174	1,194	1,293
Daily Herd Production	636#	625#	568#
Av. Test of Producer Milk Received	3.88645%	3.97812%	3.83079%
Total Value Paid Producers	\$896,588.29	\$949,676.35	\$884,096.39
Av. Monthly Milk Check Per Farm	\$ 763.70	\$ 795.37	\$ 683.76
Av. Daily Milk Check Per Farm	\$ 25.46	\$ 25.66	\$ 22.79

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

<u>Year</u>	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>Total Producer Receipts</u>
	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	
1953	7,342,338	75.6	--	--	2,369,395	24.4	9,711,733
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
<u>1958</u>							
Jan.	12,421,993	78.0	1,207,200	7.6	2,287,650	14.4	15,916,843
Feb.	10,961,276	74.6	1,188,797	8.1	2,536,701	17.3	14,686,774
Mar.	11,777,301	69.4	1,332,925	7.8	3,865,790	22.8	16,976,016
Apr.	11,446,743	66.7	1,324,083	7.7	4,377,875	25.6	17,148,701
May	11,496,472	55.5	1,320,121	6.4	7,895,482	38.1	20,712,075
June	10,219,240	52.2	1,427,278	7.3	7,931,209	40.5	19,577,727
July	10,864,823	64.6	1,610,135	9.6	4,352,884	25.8	16,827,842
Aug.	15,936,403	80.1	1,374,096	6.9	2,586,484	13.0	19,896,983
Sept.	16,553,043	85.0	1,401,002	7.2	1,512,909	7.8	19,466,954
Oct.	17,669,313	84.7	1,427,728	6.9	1,752,656	8.4	20,849,697
Nov.	16,198,889	82.0	1,132,901	5.7	2,420,067	12.3	19,751,857
Dec.	16,659,844	81.9	979,123	4.8	2,704,318	13.3	20,343,285
Av.	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
<u>1959</u>							
Jan.	16,988,480	81.2	1,084,208	5.2	2,853,643	13.6	20,926,331
Feb.	15,239,825	78.9	1,053,372	5.5	3,017,745	15.6	19,310,942
Mar.	16,463,653	76.1	1,146,541	5.3	4,014,965	18.6	21,625,159
Apr.	16,278,936	76.8	1,218,411	5.7	3,705,029	17.5	21,202,376
May	17,020,842	66.8	1,476,387	5.8	6,996,009	27.4	25,493,238
June	16,143,898	69.5	1,625,641	7.0	5,452,167	23.5	23,221,706
July	16,656,834	80.0	1,257,357	6.1	2,898,176	13.9	20,812,367
Aug.	16,205,279	80.1	1,098,487	5.4	2,938,472	14.5	20,242,238
Sept.	17,271,583	84.0	1,107,034	5.4	2,182,542	10.6	20,561,159
Oct.	18,015,868	79.9	1,346,159	6.0	3,175,402	14.1	22,537,429
Nov.	15,951,304	76.8	1,106,991	5.3	3,704,095	17.9	20,762,390
Dec.	16,843,414	76.0	1,017,108	4.6	4,293,444	19.4	22,153,966
Av.	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
<u>1960</u>							
Jan.	16,630,974	72.7	1,303,077	5.7	4,946,776	21.6	22,880,827
Feb.	16,117,168	73.6	1,345,884	6.2	4,424,792	20.2	21,887,844
Mar.	17,371,361	75.1	1,512,205	6.5	4,260,340	18.4	23,143,906
Apr.	16,321,608	72.9	1,491,301	6.7	4,585,248	20.4	22,398,157